



JOHN NAIMO
AUDITOR-CONTROLLER

**COUNTY OF LOS ANGELES
DEPARTMENT OF AUDITOR-CONTROLLER**

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August 13, 2015

TO: Sachi A. Hamai
Interim Chief Executive Officer

FROM: John Naimo
Auditor-Controller

SUBJECT: **FISCAL YEAR 2014-15 FOURTH QUARTER REPORT ON AUDIT-RELATED
FUNDING TRANSFERRED FROM GENERAL FUND DEPARTMENTS**

In the Fiscal Year (FY) 2010-11 Supplemental Budget, \$1.6 million in Net County Cost (NCC) was transferred from selected General Fund departments to the Auditor-Controller's (A-C) Operating budget to fund audit-related services for those departments. As a result, these General Fund departments are no longer billed for cyclical and routine audits conducted by the A-C.

As part of the agreement in providing this funding, your office requested that we provide an annual recap of the actual cost of the audit-related services provided to these departments. The Audit Committee also requested that, beginning in FY 2011-12, we provide this same information on a quarterly basis. Attached is a chart detailing the audits and associated costs by department for the fourth quarter of this fiscal year (Attachment I). Attachment II is an annual recap by department for the year. Overall, in FY 2014-15, we provided a total of approximately \$1.755 million in audit-related services to the identified General Fund departments.

Please call me if you have any questions, or your staff may contact Elaine Ma, Budget & Fiscal Officer, at (213) 974-7605.

JN:LC:CYL:EYM:kt

FY 2014-15 Audit Services for NCC GF Depts - Cover Memo - 4th Qtr.docx

Attachments

c: Audit Committee

AUDITOR-CONTROLLER
Fiscal Year 2014-15
Audit Costs for NCC-General Fund Departments

Dept. - Audit / Assistance Provided	Adjusted 1st Qtr. Total*	2nd Qtr. Total	3rd Qtr. Total	4th Quarter				FY 2014-15 Total
				APR 2015	MAY 2015	JUN 2015	4th Qtr. Total	
Alternate Public Defender								
Payroll & Personnel Review	13,484.60	25,056.01	22,251.87	0.00	0.00	1,516.15	1,516.15	62,308.63
TOTAL	13,484.60	25,056.01	22,251.87	0.00	0.00	1,516.15	1,516.15	62,308.63
Animal Care & Control								
Departmental Request, Technical Assistance	1,919.35	0.00	807.50	0.00	0.00	0.00	0.00	2,726.85
Revenue and Collections Audit	11,413.18	94,114.30	74,633.87	34,767.12	25,680.46	16,921.64	77,369.22	257,530.57
TOTAL	13,332.53	94,114.30	75,441.37	34,767.12	25,680.46	16,921.64	77,369.22	260,257.42
Chief Executive Office								
Departmental Request, Technical Assistance	5,106.63	1,395.69	0.00	0.00	0.00	0.00	0.00	6,502.32
Claims Vision System	3,032.33	6,227.43	7,949.66	650.62	0.00	7,580.83	8,231.45	25,440.87
Labor-Management Advisory Committee (LMAC) Tech Assistance	0.00	2,026.25	628.55	0.00	146.34	639.12	785.46	3,440.26
CEO Audit Recommendation Follow-Up	0.00	0.00	8,988.35	0.00	0.00	0.00	0.00	8,988.35
CEO - Ratio Analysis	0.00	0.00	6,977.79	0.00	0.00	0.00	0.00	6,977.79
CEO Proposition A Workers' Comp Third-Party Administrator (TPA)	0.00	0.00	0.00	0.00	0.00	17,455.39	17,455.39	17,455.39
TOTAL	8,138.95	9,649.37	24,544.35	650.62	146.34	25,675.34	26,472.30	68,804.97
Assessor								
Assessor Revolving Fund Decrease Approval Request	0.00	0.00	1,121.47	27.12	37.91		65.03	1,186.50
TOTAL	0.00	0.00	1,121.47	27.12	37.91	0.00	65.03	1,186.50
Agricultural Commissioner/Weights & Measures								
ACWM Voyager Card Review	35,114.47	49,497.19	86,071.15	9,465.47	3,469.94	5,688.87	18,624.28	189,307.09
TOTAL	35,114.47	49,497.19	86,071.15	9,465.47	3,469.94	5,688.87	18,624.28	189,307.09
Beaches & Harbors								
Small Craft Harbor Design Control Board Sunset Review	3,010.62	20,156.64	0.00	0.00	0.00	0.00	0.00	23,167.26
WO#8-19 DBH Revenue Agreements Audit	0.00	0.00	4,792.27	0.00	433.73	542.17	975.90	5,768.17
TOTAL	3,010.62	20,156.64	4,792.27	0.00	433.73	542.17	975.90	28,935.43
Board of Supervisors								
Third Party Liability Letters Fiscal Year (FY) 2012-13	19,909.03	0.00	0.00	0.00	0.00	0.00	0.00	19,909.03
Commission on Alcohol and Other Drugs Sunset Review	1,429.80	0.00	0.00	0.00	0.00	0.00	0.00	1,429.80
Trust, Accruals, and Commitments Review	16,643.92	108.43	0.00	0.00	0.00	0.00	0.00	16,752.35
Sunset Review Miscellaneous	2,405.24	1,592.01	37.91	54.22	243.76	416.97	714.95	4,750.11
Board of Supervisors Miscellaneous	0.00	54.22	542.53	0.00	0.00	0.00	0.00	596.75
TOTAL	40,387.98	1,754.66	580.44	54.22	243.76	416.97	714.95	43,438.03
District Attorney								
District Attorney Voyager Card Review	44,117.40	81.32	20,016.95	10,563.83	3,128.41	2,121.37	15,813.61	80,029.28
District Attorney Procurement Review	95,499.29	37,439.44	29,883.84	17,306.25	12,036.10	6,058.96	35,401.31	198,223.88
Request to Change/Close Revolving Funds	216.87	46.52	1,683.33	0.00	0.00	0.00	0.00	1,946.72
TOTAL	139,833.56	37,567.28	51,584.12	27,870.08	15,164.51	8,180.33	51,214.92	280,199.88
Chief Information Office								
CIO Apple Apps Volume Purchase Program	0.00	0.00	2,175.83	0.00	0.00	0.00	0.00	2,175.83
Board Information Technology (IT) Policy Revision Review	6,443.69	303.23	1,626.95	0.00	0.00	0.00	0.00	8,373.87
Security Engineering Team	1,544.48	0.00	0.00	0.00	0.00	0.00	0.00	1,544.48
CIO Security Meetings	595.91	364.97	0.00	0.00	0.00	0.00	0.00	960.88
McAfee Vulnerability for Audit	1,971.98	1,084.36	1,192.77	0.00	0.00	0.00	0.00	4,249.11
Security Engineering Team	3,194.85	1,084.34	433.74	0.00	0.00	0.00	0.00	4,712.93
TOTAL	13,750.91	2,836.90	5,429.29	0.00	0.00	0.00	0.00	22,017.10
Coroner/Medical Examiner								
Coroner Management Audit Follow-up Review	6,821.50	2,276.15	1,690.80	151.62	325.30	108.43	585.35	11,373.80
TOTAL	6,821.50	2,276.15	1,690.80	151.62	325.30	108.43	585.35	11,373.80
Probation								
Probation Board IT and Security Policy Review	65,035.34	44,522.87	8,035.13	3,801.93	3,749.49	3,834.54	11,385.96	128,979.30
Probation Contracting Review	117,615.21	29,101.55	15,402.31	834.15	1,115.80	856.31	2,806.26	164,925.33
Probation Trust Fund Audits in Compliance with Welfare & Institutions Code 275(b)	871.79	0.00	0.00	0.00	0.00	0.00	0.00	871.79
Departmental Request, Technical Assistance	661.72	677.26	400.88	260.05	325.30	1,897.15	2,482.50	4,222.36
Probation Proposition A Transcribing Services	0.00	4,822.62	11,368.24	3,726.45	5,080.87	2,627.43	11,434.75	27,625.61
TOTAL	184,184.07	79,124.30	35,206.56	8,622.58	10,271.46	9,215.43	28,109.47	326,624.40
Public Defender								
Public Defender - Miscellaneous	0.00	0.00	487.96	0.00	0.00	0.00	0.00	487.96
TOTAL	0.00	0.00	487.96	0.00	0.00	0.00	0.00	487.96
Parks and Recreation								
Parks Proposition A Maintenance Services	606.47	720.19	0.00	0.00	0.00	0.00	0.00	1,326.66
Parks Voyager Card Review	14,998.09	4,825.32	16,116.90	801.52	379.06	1,212.95	2,393.53	38,333.84
Fortress Financial Statement Analysis	0.00	0.00	0.00	0.00	0.00	349.61	349.61	349.61
Parks Commission Sunset Review	471.75	14,014.98	9,477.06	113.72	392.86	0.00	506.58	24,470.37
Proposition A - Stevenson Ranch Area	41,642.31	151.63	75.81	0.00	0.00	0.00	0.00	41,869.75
Departmental Request, Technical Assistance	37.90	189.53	250.71	0.00	37.91	0.00	37.91	516.05
WO #8-20A P&R Concessionaire Revenue Agreement F/C Audit	4,201.02	2,406.67	1,084.32	542.15	1,468.92	3,773.17	5,784.24	13,476.25
TOTAL	61,957.53	22,308.32	27,004.80	1,457.39	2,278.75	5,335.73	9,071.87	120,342.52

AUDITOR-CONTROLLER
Fiscal Year 2014-15
Audit Costs for NCC-General Fund Departments

Dept. - Audit / Assistance Provided	Adjusted 1st Qtr. Total*	2nd Qtr. Total	3rd Qtr. Total	4th Quarter				FY 2014-15 Total
				APR 2015	MAY 2015	JUN 2015	4th Qtr. Total	
Registrar-Recorder/County Clerk								
Revolving Fund Review FY 2012-13	379.04	(265.33)	0.00	0.00	0.00	0.00	0.00	113.71
RR/CC Change Fund Increase Request 3	298.20	69.79	23.27	27.12	0.00	0.00	27.12	418.38
Departmental Request, Technical Assistance	260.05	0.00	216.87	812.78	0.00	0.00	812.78	1,289.70
Equipment and Supply Warehousing Review	17,030.56	52,258.72	24,196.44	1,257.07	959.14	92.13	2,308.34	95,794.06
TOTAL	17,967.85	52,063.18	24,436.58	2,096.97	959.14	92.13	3,148.24	97,615.85
Sheriff's								
Sheriff's Miscellaneous	947.60	151.62	1,543.75	1,917.54	303.24	0.00	2,220.78	4,863.75
Sheriff's Finding Summary Update	0.00	2,956.53	0.00	0.00	0.00	0.00	0.00	2,956.53
Sheriff's Risk Assistance	0.00	0.00	13,572.51	0.00	0.00	27.12	27.12	13,599.63
Sheriff's ACES Interface Questionnaire Review	0.00	0.00	1,084.35	3,333.51	0.00	0.00	3,333.51	4,417.86
Sheriff's Security Services Proposition A Analysis	0.00	0.00	8,729.79	3,576.91	1,375.60	417.21	5,369.72	14,099.51
TOTAL	947.60	3,108.15	24,930.40	8,827.96	1,678.84	444.33	10,951.13	39,937.28
Treasurer and Tax Collector								
TTC Trust Funds Review	14,036.60	8,690.13	12,637.01	2,525.20	5,872.74	3,846.56	12,244.50	47,608.24
WO #7-97 Redemption Fiscal/Compliance Audit	325.31	2,872.56	151.62	0.00	0.00	0.00	0.00	3,349.49
TTC Miscellaneous Technical Assistance	0.00	0.00	151.62	0.00	0.00	75.81	75.81	227.43
WOR #8-30 TTC Redemption Fiscal/Compliance Audit	0.00	0.00	0.00	0.00	476.92	216.87	693.79	693.79
TOTAL	14,361.90	11,562.69	12,940.25	2,525.20	6,349.66	4,139.24	13,014.10	51,878.94
Multiple Departments								
IT Risk Assessment FY 2012-13	909.70	0.00	0.00	0.00	0.00	0.00	0.00	909.70
Internal Control Certification Program FY 2013-14 Monitoring, Follow-up, and Technical Assistance Multiple Depts.	7,764.66	3,849.48	0.00	0.00	0.00	0.00	0.00	11,614.14
Audit Recommendation Follow-up as of 12/31/13 Multiple Depts.	6,549.66	216.87	0.00	0.00	0.00	0.00	0.00	6,766.53
IT Risk Assessment	4,670.38	0.00	0.00	0.00	0.00	0.00	0.00	4,670.38
Revolving Fund Review FY 2013-14	4,992.78	7,694.44	2,899.19	0.00	0.00	0.00	0.00	15,586.41
Foundation Report Monitoring FY 2013-14	6,075.29	5,244.89	2,146.32	0.00	1,137.12	1,819.39	2,956.51	16,423.01
Countywide IT Risk Assessment FY 2014-15	20,921.42	20,642.38	2,794.33	0.00	(1,819.39)	1,971.02	151.63	44,509.76
Third Party Liability Letters FY 2013-14	4,831.03	12,918.15	2,532.20	0.00	0.00	7,429.20	7,429.20	27,710.58
Internal Control Certification Program FY 2014-15 Monitoring, Follow-up, and Technical Assistance Multiple Depts.	0.00	650.61	1,734.92	0.00	0.00	0.00	0.00	2,385.53
Audit Recommendation Follow-up as of 12/31/14 Multiple Depts.	0.00	4,228.99	8,783.29	2,006.05	3,036.18	2,006.04	7,048.27	20,060.55
TOTAL	56,714.92	55,987.98	20,348.08	2,006.05	2,353.91	13,225.65	17,585.61	150,636.59
TOTAL AUDIT COSTS FOR NCC-GENERAL FUND DEPTS.	610,009.00	467,063.12	418,861.76	98,522.40	69,393.71	91,502.41	259,418.52	1,755,352.40

*Reflects an adjustment due to updated salary rates.

AUDITOR-CONTROLLER
Fiscal Year 2014-15
Audit Costs for NCC-General Fund Departments

Dept. - Audit / Assistance Provided		FY 2014-15 Total
Alternate Public Defender		
Payroll & Personnel Review		62,308.63
	TOTAL	62,308.63
Animal Care & Control		
Departmental Request, Technical Assistance		2,726.85
Revenue and Collections Audit		257,530.57
	TOTAL	260,257.42
Chief Executive Office		
Departmental Request, Technical Assistance		6,502.32
Claims Vision System		25,440.87
Labor-Management Advisory Committee (LMAC) Tech Assistance		3,440.26
CEO Audit Recommendation Follow-Up		8,988.35
CEO - Ratio Analysis		6,977.79
CEO Proposition A Workers' Comp Third-Party Administrator (TPA)		17,455.39
	TOTAL	68,804.97
Assessor		
Assessor Revolving Fund Decrease Approval Request		1,186.50
	TOTAL	1,186.50
Agricultural Commissioner/Weights & Measures		
ACWM Voyager Card Review		189,307.09
	TOTAL	189,307.09
Beaches & Harbors		
Small Craft Harbor Design Control Board Sunset Review		23,167.26
WO#8-19 DBH Revenue Agreements Audit		5,768.17
	TOTAL	28,935.43
Board of Supervisors		
Third Party Liability Letters Fiscal Year (FY) 2012-13		19,909.03
Commission on Alcohol and Other Drugs Sunset Review		1,429.80
Trust, Accruals, and Commitments Review		16,752.35
Sunset Review Miscellaneous		4,750.11
Board of Supervisors Miscellaneous		596.75
	TOTAL	43,438.03
District Attorney		
District Attorney Voyager Card Review		80,029.28
District Attorney Procurement Review		198,223.88
Request to Change/Close Revolving Funds		1,946.72
	TOTAL	280,199.88
Chief Information Office		
CIO Apple Apps Volume Purchase Program		2,175.83
Board Information Technology (IT) Policy Revision Review		8,373.87
Security Engineering Team		1,544.48
CIO Security Meetings		960.88
McAfee Vulnerability for Audit		4,249.11
Security Engineering Team		4,712.93
	TOTAL	22,017.10
Coroner/Medical Examiner		
Coroner Management Audit Follow-up Review		11,373.80
	TOTAL	11,373.80
Probation		
Probation Board IT and Security Policy Review		128,979.30
Probation Contracting Review		164,925.33
Probation Trust Fund Audits in Compliance with Welfare & Institutions Code 275(b)		871.79
Departmental Request, Technical Assistance		4,222.36
Probation Proposition A Transcribing Services		27,625.61
	TOTAL	326,624.40

AUDITOR-CONTROLLER
Fiscal Year 2014-15
Audit Costs for NCC-General Fund Departments

Dept. - Audit / Assistance Provided	FY 2014-15 Total
Public Defender	
Public Defender - Miscellaneous	487.96
TOTAL	487.96
Parks and Recreation	
Parks Proposition A Maintenance Services	1,326.66
Parks Voyager Card Review	38,333.84
Fortress Financial Statement Analysis	349.61
Parks Commission Sunset Review	24,470.37
Proposition A - Stevenson Ranch Area	41,869.75
Departmental Request, Technical Assistance	516.05
WO #8-20A P&R Concessionaire Revenue Agreement F/C Audit	13,476.25
TOTAL	120,342.52
Registrar-Recorder/County Clerk	
Revolving Fund Review FY 2012-13	113.71
RR/CC Change Fund Increase Request 3	418.38
Departmental Request, Technical Assistance	1,289.70
Equipment and Supply Warehousing Review	95,794.06
TOTAL	97,615.85
Sheriff's	
Sheriff's Miscellaneous	4,863.75
Sheriff's Finding Summary Update	2,956.53
Sheriff's Risk Assistance	13,599.63
Sheriff's ACES Interface Questionnaire Review	4,417.86
Sheriff's Security Services Proposition A Analysis	14,099.51
TOTAL	39,937.28
Treasurer and Tax Collector	
TTC Trust Funds Review	47,608.24
WO #7-97 Redemption Fiscal/Compliance Audit	3,349.49
TTC Miscellaneous Technical Assistance	227.43
WOR #8-30 TTC Redemption Fiscal/Compliance Audit	693.79
TOTAL	51,878.94
Multiple Departments	
IT Risk Assessment FY 2012-13	909.70
Internal Control Certification Program FY 2013-14 Monitoring, Follow-up, and Technical Assistance Multiple Depts.	11,614.14
Audit Recommendation Follow-up as of 12/31/13 Multiple Depts.	6,766.53
IT Risk Assessment	4,670.38
Revolving Fund Review FY 2013-14	15,586.41
Foundation Report Monitoring FY 2013-14	16,423.01
Countywide IT Risk Assessment FY 2014-15	44,509.76
Third Party Liability Letters FY 2013-14	27,710.58
Internal Control Certification Program FY 2014-15 Monitoring, Follow-up, and Technical Assistance Multiple Depts.	2,385.53
Audit Recommendation Follow-up as of 12/31/14 Multiple Depts.	20,060.55
TOTAL	150,636.59
TOTAL AUDIT COSTS FOR NCC-GENERAL FUND DEPTS.	1,755,352.40